

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 1467-01
Bill No.: HB 416
Subject: State Tax Commission: Cass County, Property Tax
Type: Original
Date: February 28, 2003

FISCAL SUMMARY

ESTIMATED NET EFFECT ON GENERAL REVENUE FUND			
FUND AFFECTED	FY 2004	FY 2005	FY 2006
Total Estimated Net Effect on General Revenue Fund	\$0	\$0	\$0

ESTIMATED NET EFFECT ON OTHER STATE FUNDS			
FUND AFFECTED	FY 2004	FY 2005	FY 2006
Total Estimated Net Effect on Other State Funds	\$0	\$0	\$0

Numbers within parentheses: () indicate costs or losses.
This fiscal note contains 4 pages.

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2004	FY 2005	FY 2006
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2004	FY 2005	FY 2006
Local Government	\$0	\$0	\$0

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Revenue - Division of Taxation** and the **State Tax Commission** indicated this proposal would have no fiscal impact on their agencies. Tax Commission Officials stated that Cass County's Assessment Fund would realize an increase in revenue.

Cass County Officials assume no fiscal impact.

Oversight assumes there would be a decrease in property tax income from local taxing authorities, and there would be a corresponding increase of revenue to the County's Assessment Fund in Cass County.

<u>FISCAL IMPACT - State Government</u>	FY 2004 (10 Mo.)	FY 2005	FY 2006
	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

<u>FISCAL IMPACT - Local Government</u>	FY 2004 (10 Mo.)	FY 2005	FY 2006
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**CASS COUNTY ASSESSMENT
FUND**

<u>Income</u> to Cass County Assessment Fund from increase in collection cost fee.	<u>Unknown</u>	<u>Unknown</u>	<u>Unknown</u>
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<u>Total</u> Effect to County Assessment Fund	<u>Unknown</u>	<u>Unknown</u>	<u>Unknown</u>
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**TAXING AUTHORITIES CASS
COUNTY**

<u>Loss</u> of Income Increased collection cost to Cass County	(Unknown)	(Unknown)	(Unknown)
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<u>Total</u> Effect to Taxing Authorities	<u>(Unknown)</u>	<u>(Unknown)</u>	<u>(Unknown)</u>
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ESTIMATED NET EFFECT TO LOCAL GOVERNMENT *	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
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*** Income to the County's Assessment Fund would be the same amount as loss of income to local taxing authorities.**

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

This act enables Cass County to adopt provisions of current law whereby it will be able to deposit an amount not greater than one-fifth of one percent of all ad valorem property tax collections on newly constructed property into the assessment fund of the county for collection costs.

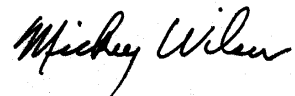
This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Revenue
Division of Taxation
State Tax Commission
Cass County Officials

NOT RESPONDING

None



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